STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF CHEVRON U.S.A. INC. TO AMEND ORDER NO. R-20250, EDDY COUNTY, NEW MEXICO.

CASE NO. ORDER NO. R-20250

APPLICATION

Chevron U.S.A. Inc. ("Chevron" or "Applicant") (OGRID No. 4323), through its undersigned counsel, hereby files this application with the Oil Conservation Division ("Division") to amend Order No. R-20250 to dismiss from the order approval to surface commingle oil and gas production from the Bone Spring and Wolfcamp formations within its Javelina Unit ("Unit"). In support of this application, Chevron states:

- 1. Chevron is the designated operator of the Unit.
- 2. The Unit was approved by the Division on November 27, 2018, through Order No. R-20250. The lower vertical limit of the unitized area was amended on April 26, 2019, through Order No. R-20488.
- 3. The Unit currently consists of approximately 5,119.76 acres of the following Federal and State acreage situated in Eddy County, New Mexico:

TOWNSHIP 24 SOUTH – RANGE 31 EAST, N.M.P.M.

Section 1: All

Section 2: All

Section 9: All

Section 10: All

Section 11: All

Section 12: All

Section 15: All

Section 16: All

- 4. Order No. R-20250 also authorizes surface commingling of all oil and gas production from the Bone Spring formation and Wolfcamp formation within the unitized area.
- 5. To increase administrative efficiency, Chevron requests that Order No. R-20250 be amended to dismiss only the surface commingling authority granted under the order so that Chevron can file an administrative application for surface commingling. Both this request for dismissal and the administrative application for surface commingling are being pursued simultaneously, and Chevron requests that the Division not dismiss the commingling authority granted under Order R-20250 until the administrative commingling is authorized in order to avoid any gap in surface commingling authority.
- 6. Approval is in the best interest of conservation, the prevention of waste, and the protection of correlative rights.

WHEREFORE, Chevron U.S.A. Inc. requests that this application be set before an Examiner of the Oil Conservation Division on May 8, 2025, and, after notice and hearing as required by law, that the Division enter an order granting this Application.

Respectfully submitted,

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Application of Chevron U.S.A., Inc. to Amend Order No. R-20250, Eddy County, New Mexico. Chevron seeks to amend Order No. R-20250 to dismiss from the order approval to surface commingle oil and gas production from the Bone Spring and Wolfcamp formations within its Javelina Unit ("Unit"). The Unit is comprised of approximately 5,119.76 acres of the following Federal and State acreage situated in Eddy County, New Mexico:

TOWNSHIP 24 SOUTH – RANGE 31 EAST, N.M.P.M.

Section 1: All

Section 2: All

Section 9: All

Section 10: All

Section 11: All

Section 12: All

Section 15: All

Section 16: All

Order No. R-20250 authorizes surface commingling of all oil and gas production from the Bone Spring formation and Wolfcamp formation within the unitized area. The subject area is approximately 21 miles southeast of Loving, New Mexico.